



OILSEEDS, OILS & MEALS **MONTHLY PRICE UPDATE ***

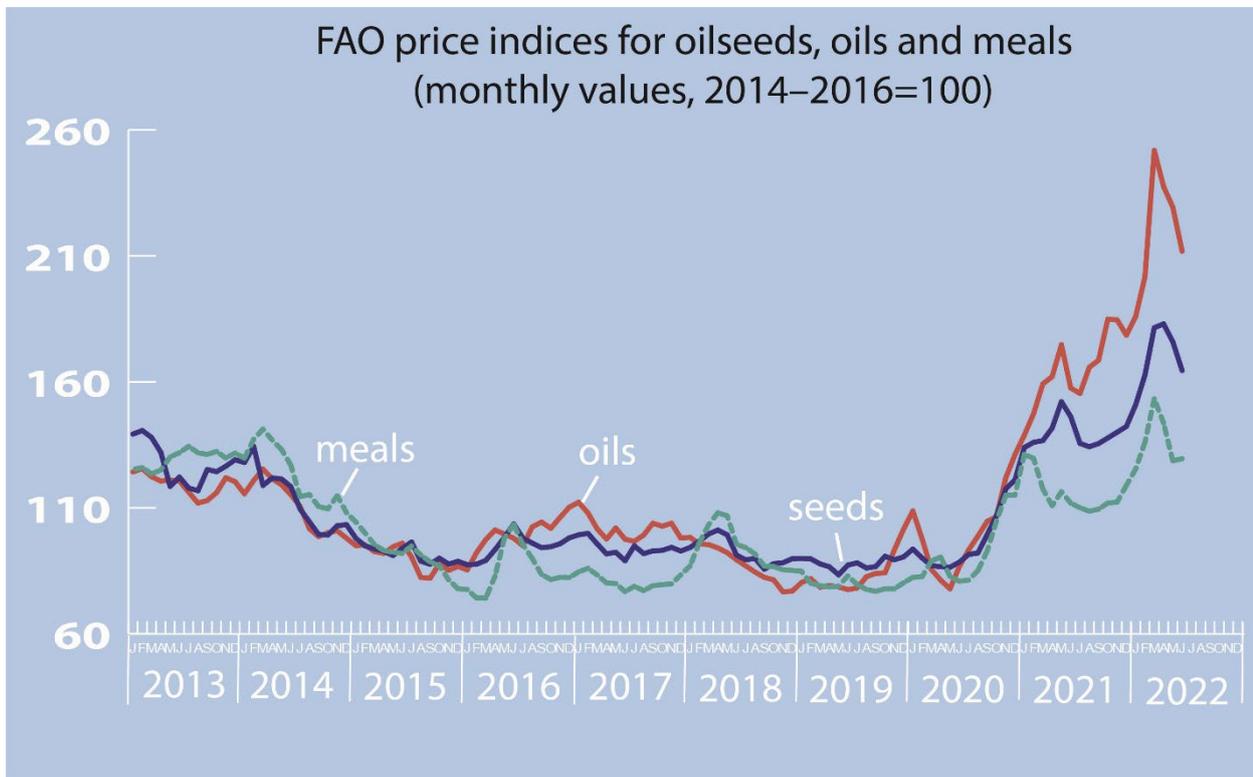
No. 156, July 2022

In June, the FAO price index for oilseeds continued to decline, shedding 11.4 points (or 6.5 percent) month-on-month, while the vegetable oil index also dropped for the third consecutive month by 17.4 points (or 7.6 percent) from May. By contrast, the index for oilmeals rose marginally, gaining 0.9 points (or 0.7 percent). All three indices trailing the oilcrops complex remained markedly above their respective year-earlier levels, particularly in the case of vegetable oils.

The latest drop in the oilseed index was driven by

lower prices of soybean, rapeseed and sunflowerseed. International soybean quotations declined modestly in June, mainly reflecting i) improving weather conditions in the United States of America (United States); ii) prospects of increasing plantings in South America for the upcoming 2022/23 season; iii) subdued crushing demand in China amid depressed processing margins; and iv) in general, concerns over a prolonged global economic slowdown. Towards the end of June, however, soybean prices recovered somewhat, underpinned by reports of lower-than-expected soybean sown area in the

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* The monthly *Monthly Price Update* is an information product provided by the oilseeds desk of the Markets and Trade Division of FAO. It reviews the development of international prices for oilseeds, oils and meals as reflected by FAO's price indices. Previous issues can be downloaded from the FAO website at the following webpage: <https://www.fao.org/markets-and-trade/publications/en/?querystring=oilseeds>.

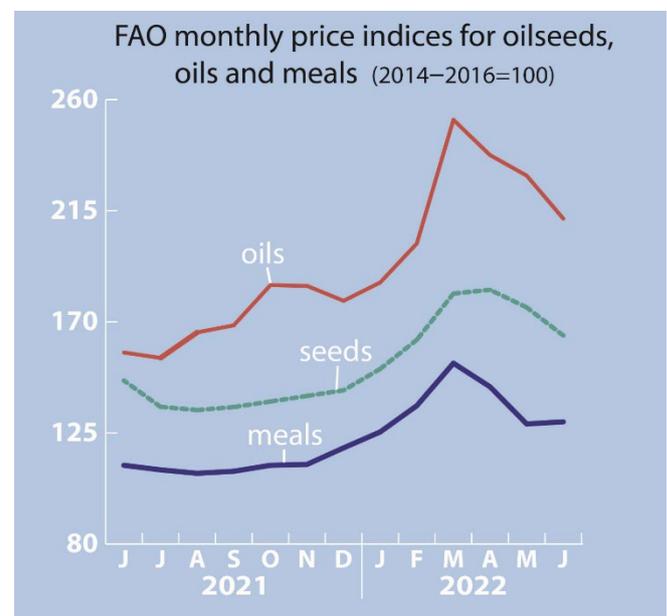
Global price review – cont'd

United States. In the case of rapeseed, international prices slid for the third consecutive month in June. In addition to the imminent arrival of the new crop in the European Union (EU), favourable growing conditions in Australia weighed on world rapeseed quotations. Noticeably, production outlook in Canada remained uncertain, owing to unfavourable weather conditions across the Canadian Prairies. As for sunflowerseed, world prices dropped markedly in June, largely tied to lower sunflower oil and meal values that resulted in subdued uptake from crushers.

With regard to oilmeals, the price index diverged from the downward trend observed for oilseed index and rebounded marginally month-on-month due to higher soymeal values. Despite protracted, sluggish consumption from feed manufacturers in China, international soymeal prices strengthened moderately, as improving price competitiveness compared with rising feedgrain prices stimulated additional demand.

As for vegetable oils, the index declined for the third consecutive month, driven by lower prices across palm, sunflower, soy and rapeseed oils. International palm oil prices continued to drop from the record highs registered in March, as seasonally rising output of major producing countries coincided with prospects of increasing

export supplies from Indonesia amid large domestic inventories. Indeed, as Indonesian producers continued harvesting while export activities only resumed partially, local palm oil supplies accumulated to record levels lately. In the meantime, world sunflower and soyoil price quotations declined, tied to subdued global import demand in the wake of rising costs observed in recent months. In the case of rapeseed oil, international prices weakened on the approaching new crop supplies, as well as tepid demand from the biodiesel sector, primarily in the EU.



For comments or queries please use the following Email contact: FAO-oilcropsmarkets@fao.org

	FAO price indices (2014–2016=100) *		
	Oilseeds	Vegetable oils	Oilcakes/ meals
Annual (Oct/Sep)			
2009/10	100	109	92
2010/11	133	159	102
2011/12	133	143	111
2012/13	132	120	129
2013/14	120	116	128
2014/15	95	93	99
2015/16	93	95	85
2016/17	95	103	81
2017/18	94	94	93
2018/19	88	80	81
2019/20	90	93	84
2020/21	133	149	115
Monthly			
2021 - June	146	158	112
2021 - July	136	155	110
2021 - August	134	166	109
2021 - September	135	169	109
2021 - October	138	185	112
2021 - November	140	185	112
2021 - December	142	179	119
2022 - January	151	186	125
2022 - February	163	202	136
2022 - March	181	252	153
2022 - April	183	238	144
2022 - May	176	229	129
2022 - June	164	212	129
* FAO's price indices are based on the international spot prices of five selected seeds, ten selected vegetable oils and five selected cakes and meals. The indices are calculated using the Laspeyres formula; the weights used are derived from the export values of each commodity for the 2014–2016 period.			
Source: FAO, based on Oil World data			

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